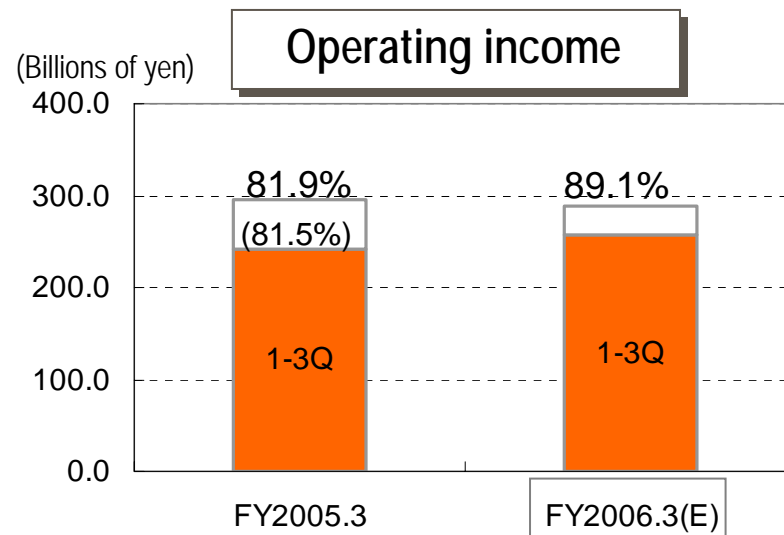
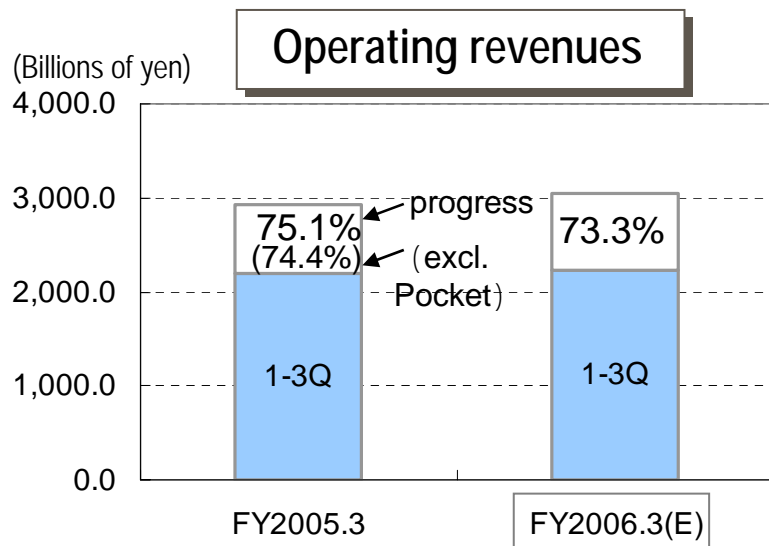


2. Consolidated Financial Results



(Billions of yen)

(ref.) Results excluding Pocket

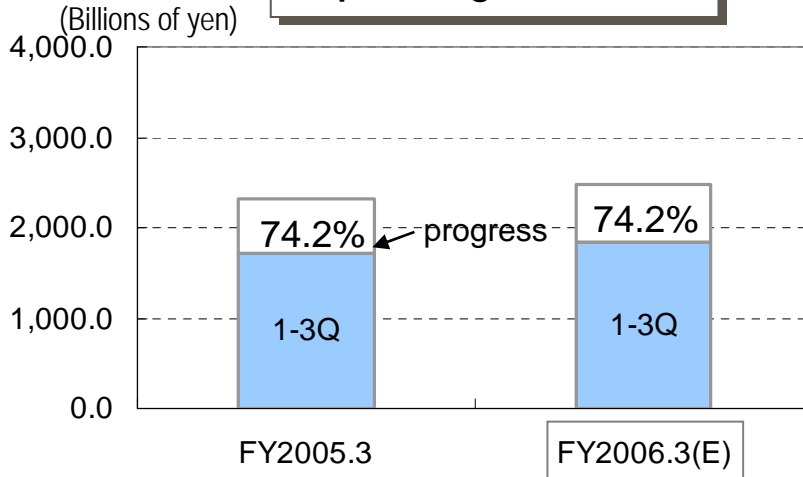
	FY2005.3		FY2006.3(E)				FY2006.3 Previous F
	1-3Q		1-3Q	yoy	progress	Latest F	
Operating revenues	2,194.3	2,920.0	2,230.2	1.6%	73.3%	3,041.0	2,976.0
Operating income	242.5	296.2	257.6	6.2%	89.1%	289.0	289.0
<i>Operating margin</i>	11.1%	10.1%	11.6%	-	-	9.5%	9.7%
Ordinary income	235.6	286.3	255.9	8.6%	89.2%	287.0	287.0
Net income	154.1	200.6	158.0	2.5%	-	187.0	187.0
Free Cash Flow	410.3	402.2	168.1	-59.0%	-	113.0	43.0
EBITDA	516.8	664.3	510.8	-1.1%	78.7%	649.0	643.0
<i>EBITDA margin</i>	23.6%	22.7%	22.9%	-	-	21.3%	21.6%

	FY2005.3	FY2006.3(E)
	1-3Q	yoy
Operating revenues	2,107.4	5.8%
Operating income	237.0	8.7%
<i>Operating margin</i>	11.2%	-
Ordinary income	230.7	10.9%
Net income	122.5	29.0%
Free Cash Flow	206.7	-18.7%
EBITDA	492.2	3.8%
<i>EBITDA margin</i>	23.4%	-

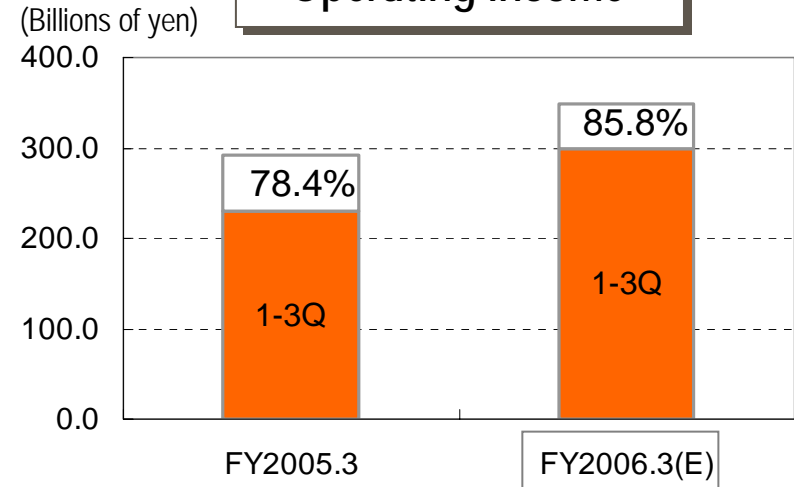
Note: For FY 2005.3 results excluding Pocket, 1H results and effect of divestiture of PHS Business are deducted from the consolidated figures.

3. Mobile Business/ "au" + TU-KA(PDC)

Operating revenues



Operating income



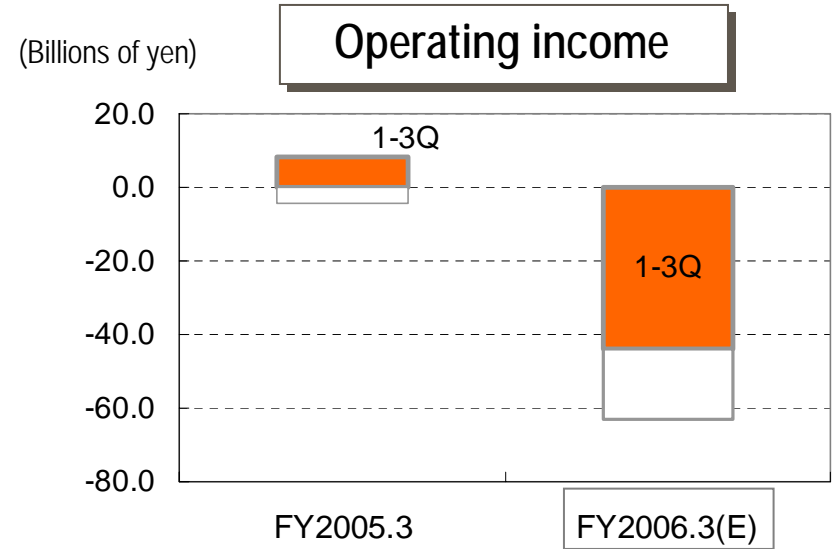
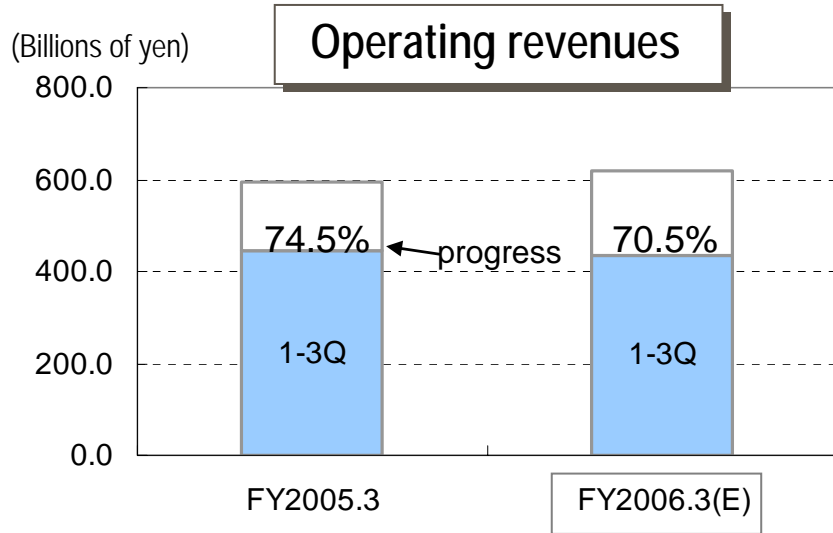
(Billions of yen)

	FY2005.3		FY2006.3(E)			FY2006.3 Previous F
	1-3Q	Latest F	1-3Q	progress	Latest F	
Operating revenues	1,716.5	2,312.5	1,845.7	74.2%	2,486.0	-
"au"	1,542.9	2,085.9	1,704.1	-	-	2,245.0
TU-KA	173.6	226.6	141.6	-	-	204.0
Operating income	229.3	292.3	299.6	85.8%	349.0	328.0
<i>Operating margin</i>	13.4%	12.6%	16.2%	-	14.0%	-
Ordinary income	223.3	285.1	298.1	85.9%	347.0	326.0
Net income	131.8	171.7	179.9	-	159.0	194.0
Free Cash Flow	168.0	190.6	233.6	-	251.0	160.0
EBITDA	420.1	548.9	483.6	80.3%	602.0	578.0
<i>EBITDA margin</i>	24.5%	23.7%	26.2%	-	24.2%	-

	FY2005.3		FY2006.3(E)		FY2006.3 Previous F
	3Q	Latest F	3Q	Latest F	
Subs ('000)	22,359	23,132	24,695	25,280	25,030
of module-type	452	487	567	590	610
"au" total	18,759	19,542	21,571	22,610	21,540
WIN(EV-DO)	2,032	3,252	6,750	8,180	7,660
1X	14,797	14,683	13,833	-	-
cdmaOne	1,930	1,608	987	-	-
TU-KA(PDC)	3,600	3,590	3,125	2,670	3,490

Note : Operating revenues of previous FY2006.3 - forecast are those before eliminations in Mobile Business segment.

4. Fixed-line Business



Progress is not available as full-year figures are negative.

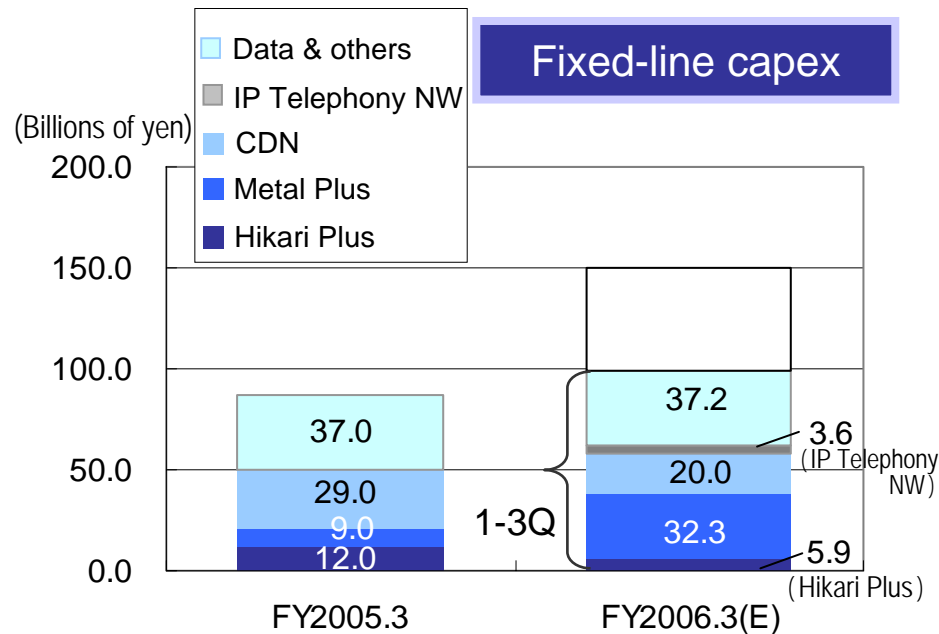
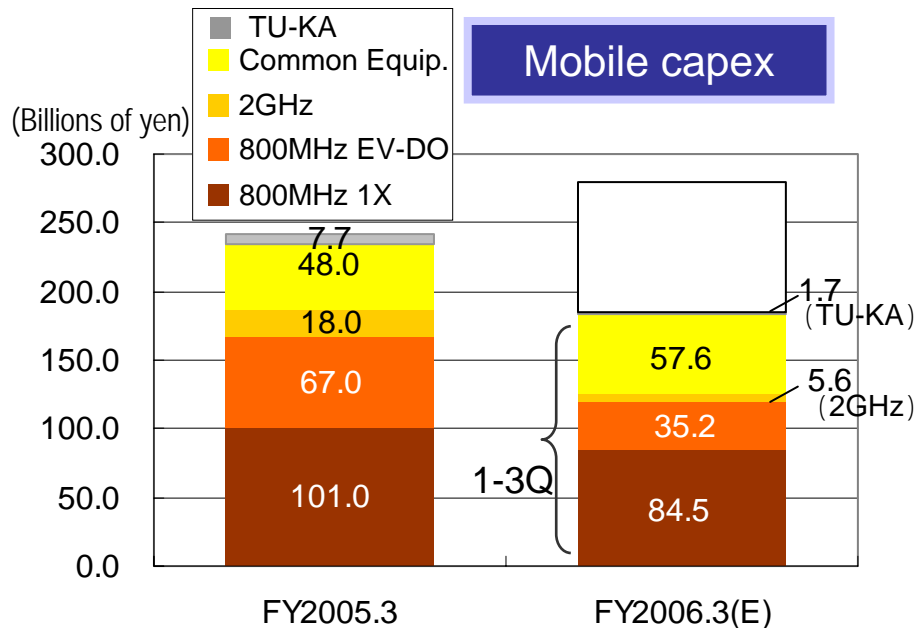
(Billions of yen)

	FY2005.3		FY2006.3(E)			FY2006.3 Previous F
	1-3Q		1-3Q	progress	Latest F	
Operating revenues	443.9	596.0	435.8	70.5%	618.0	612.0
Operating income	8.3	-0.3	-43.8	-	-63.0	-42.0
<i>Operating margin</i>	<i>1.9%</i>	<i>-0.1%</i>	<i>-10.1%</i>	-	<i>-10.2%</i>	<i>-6.9%</i>
Ordinary income	9.1	-0.4	-43.8	-	-64.0	-43.0
Net income	-3.2	-4.4	-22.8	-	16.0	-22.0
Free Cash Flow	34.8	-3.1	-69.0	-	-138.0	-114.0
EBITDA	69.1	87.5	22.8	57.0%	40.0	59.0
<i>EBITDA margin</i>	<i>15.6%</i>	<i>14.7%</i>	<i>5.2%</i>	-	<i>6.5%</i>	<i>9.6%</i>

	FY2005.3 (('000)	FY2006.3(E)			FY2006.3 Previous F
		3Q	3Q	Latest F	
DION subs (Note)	2,874	2,885	2,848	2,850	2,880
of ADSL	1,497	1,494	1,510	1,500	1,500
FTTH subs	78	91	156	180	180
of Hikari Plus	61	79	153	-	-
Metal Plus subs	0	41	1,165	1,700	2,200

Note : DION subs of Hikari Plus are included in the number of DION subs from end-March 2005.

5. Capital Expenditures and others



(Billions of yen)

		FY2005.3		FY2006.3(E)			FY2006.3 Previous F
		1-3Q		1-3Q	Progress	Latest F	
CAPEX (Cash basis)	Consolidated	200.0	342.4	287.4	65.3%	440.0	440.0
	Mobile	155.3	241.2	184.7	65.0%	284.0	284.0
	"au"	149.4	233.5	183.0	65.4%	280.0	280.0
	TU-KA	5.9	7.7	1.7	42.5%	4.0	4.0
	Fixed-line	33.7	86.6	99.1	66.0%	150.0	150.0
Depreciation	Consolidated	265.1	349.9	247.0	73.3%	337.0	335.0
	Mobile	185.4	248.3	180.3	75.4%	239.0	240.0
	"au"	150.3	201.7	-	-	-	201.0
	TU-KA	35.1	46.6	-	-	-	39.0
	Fixed-line	57.6	78.7	64.1	68.2%	94.0	92.0